

SYSTEM AND METHOD FOR AVOIDING
TRANSACTION COSTS ASSOCIATED WITH
TRADING ORDERS

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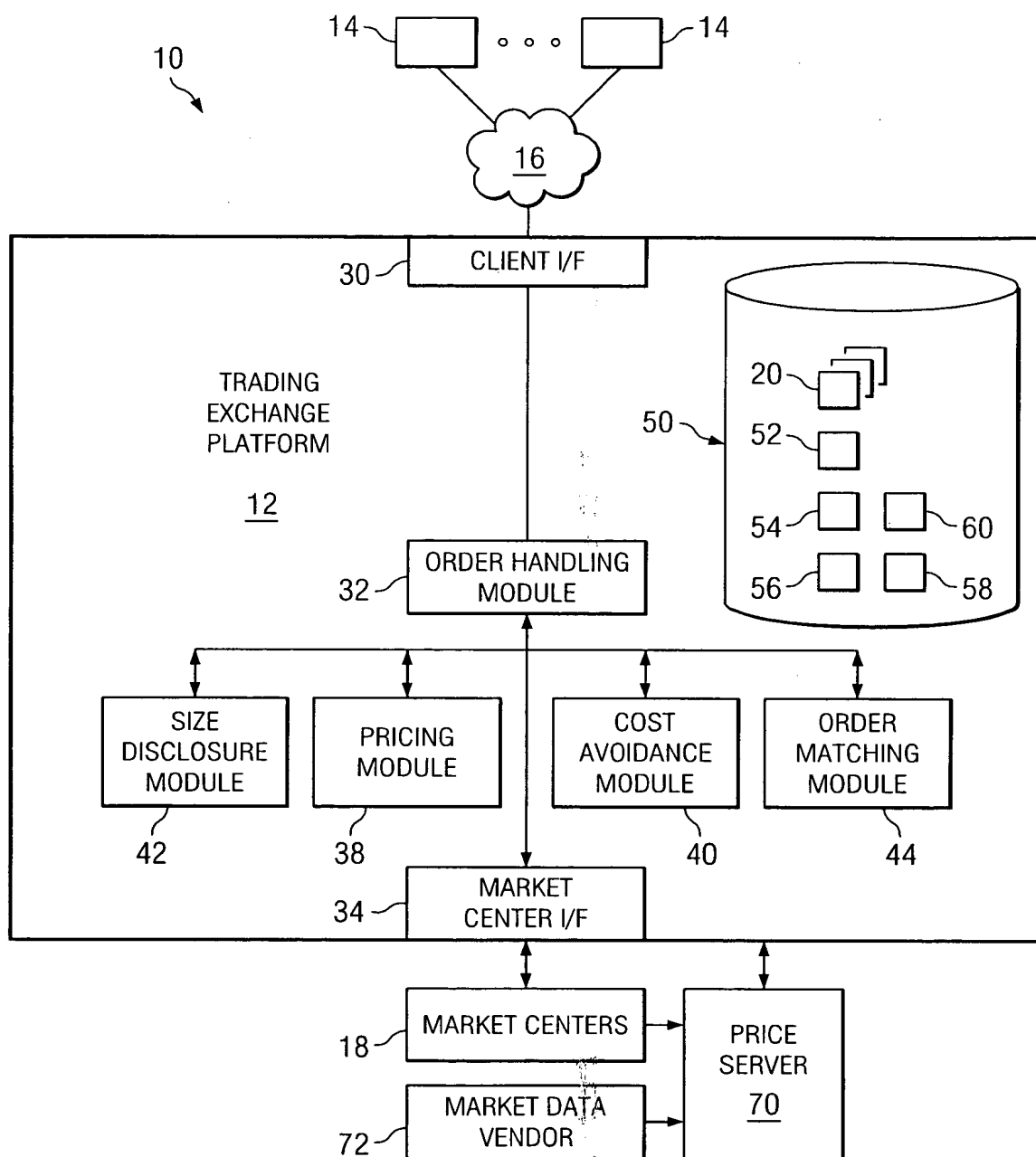


FIG. 1

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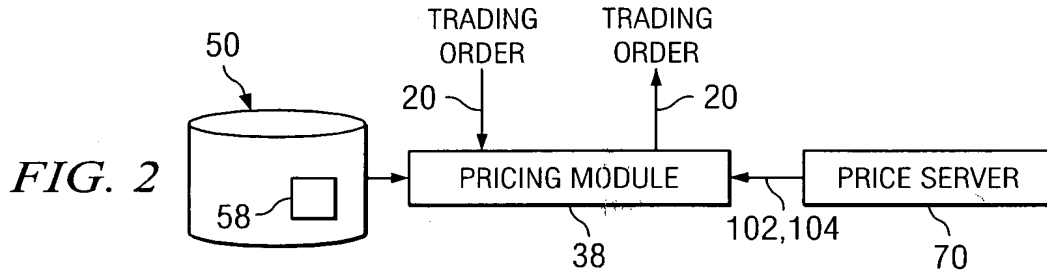
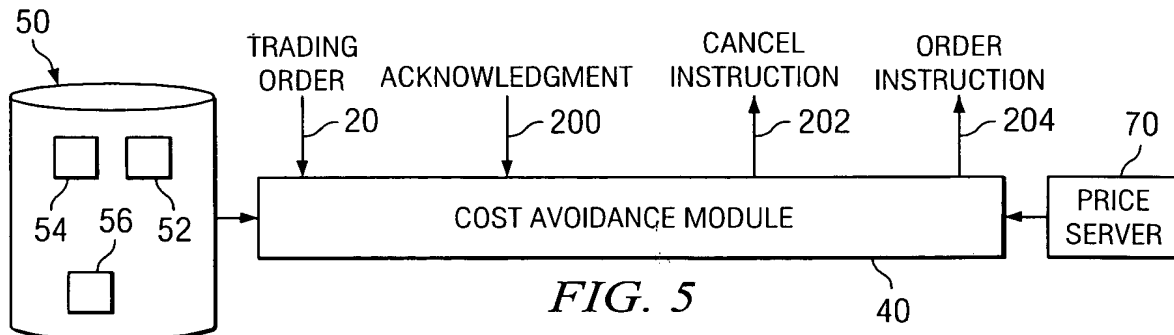


FIG. 3

18 MARKET CENTER	102 UNADJUSTED MARKET CENTER PRICE	106 BEST PRICE POLICY	108 COST INFORMATION	110 REBATE INFORMATION	112 ADJUSTED MARKET CENTER PRICE
ARCA	9.250 x 10.010	NONE	0.003	0.000	9.247 x 10.013
ISLD	9.260 x 10.020	NONE	0.000	0.003	9.263 x 10.017
NITE	9.000 x 10.050	MATCH	0.000	0.000	9.500 x 10.000
MWSE	9.000 x 10.060	SPLIT	0.001	0.000	9.749 x 9.751
BRUT	9.500 x 10.000	NONE	0.004	0.000	9.496 x 10.004

100

58



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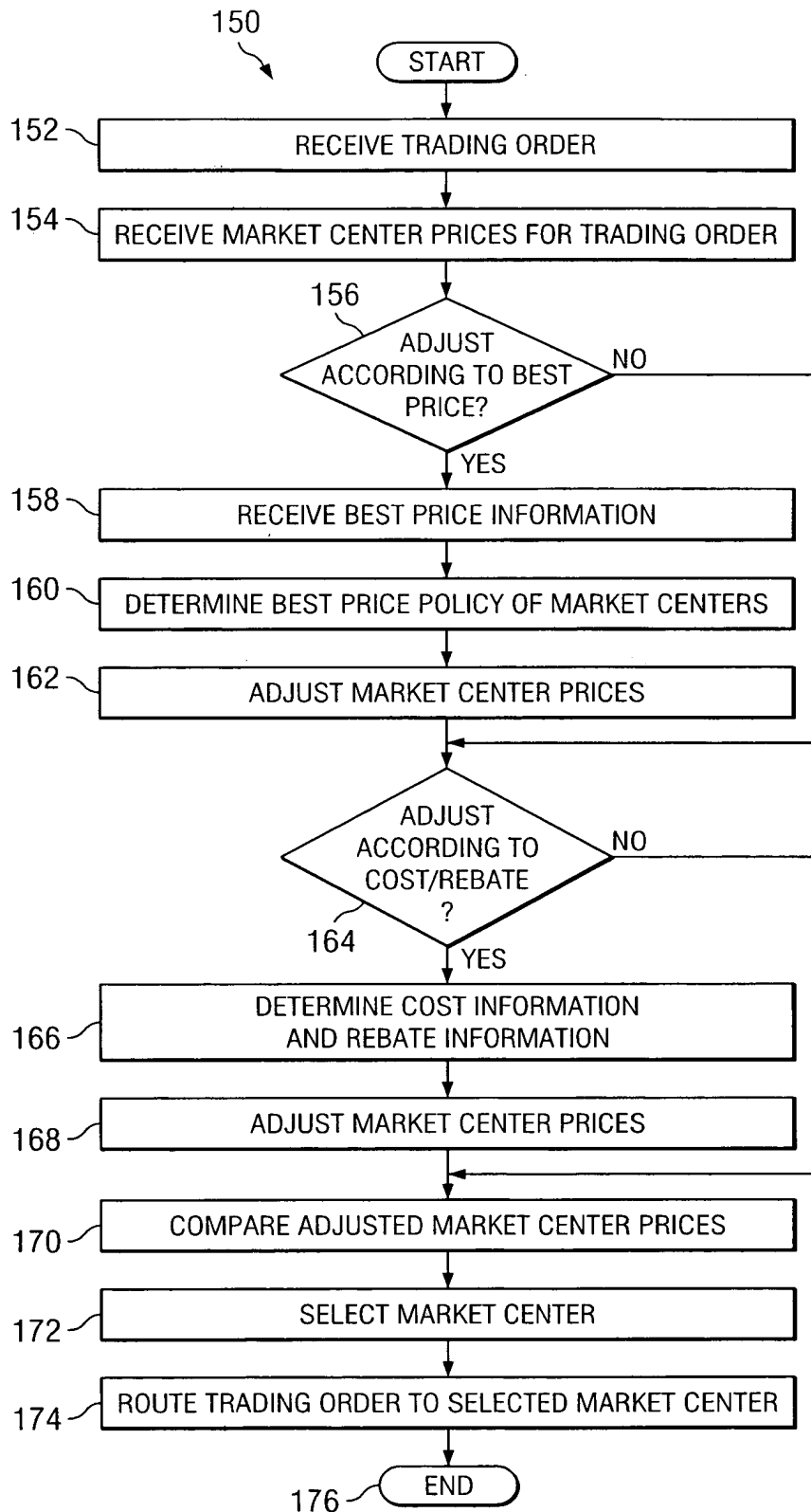


FIG. 4

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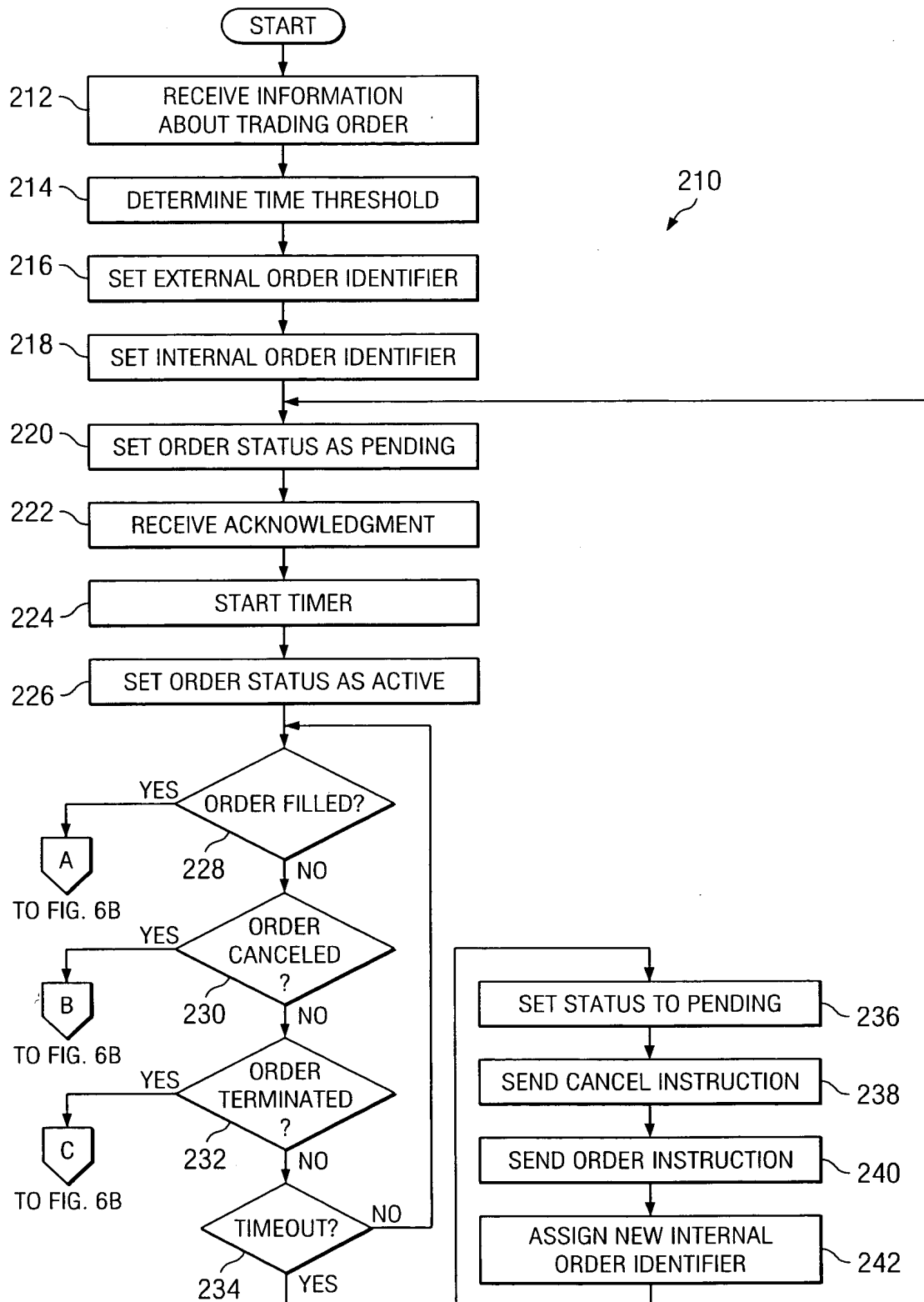


FIG. 6A

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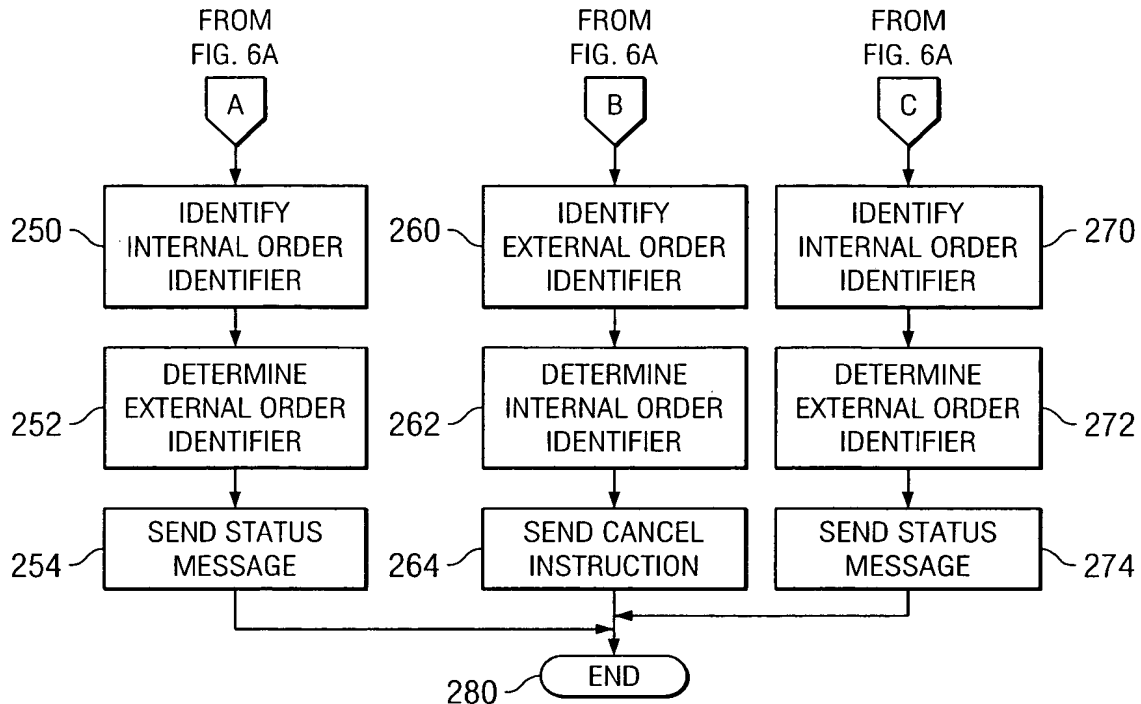


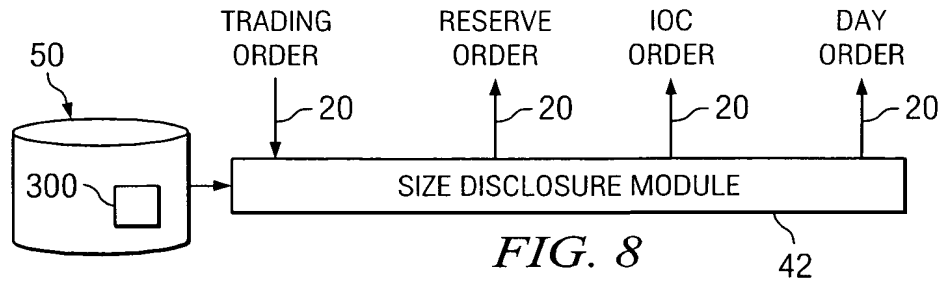
FIG. 6B

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	52a	52b	54	56
	EXTERNAL ORDER ID	INTERNAL ORDER ID	TIME THRESHOLD	ORDER STATUS
208a	1	1	4:50	P
208b	1	1	4:50	A
208c	1	1	4:50	P
208d	1	2	4:50	P
208e	1	2	4:50	A
	⋮	⋮	⋮	⋮

FIG. 7

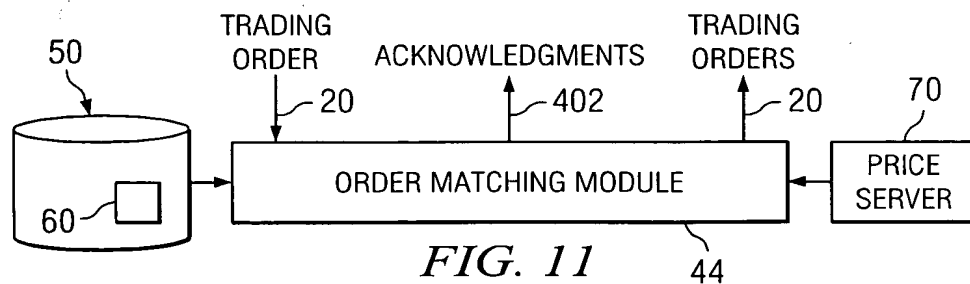
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300

18 MARKET CENTER	302 DISCLOSURE POLICY
ARCA	PROP
ISLD	IOC
NITE	NOIOC
MWSE	NOIOC
BRUT	IOC
⋮	⋮

FIG. 9



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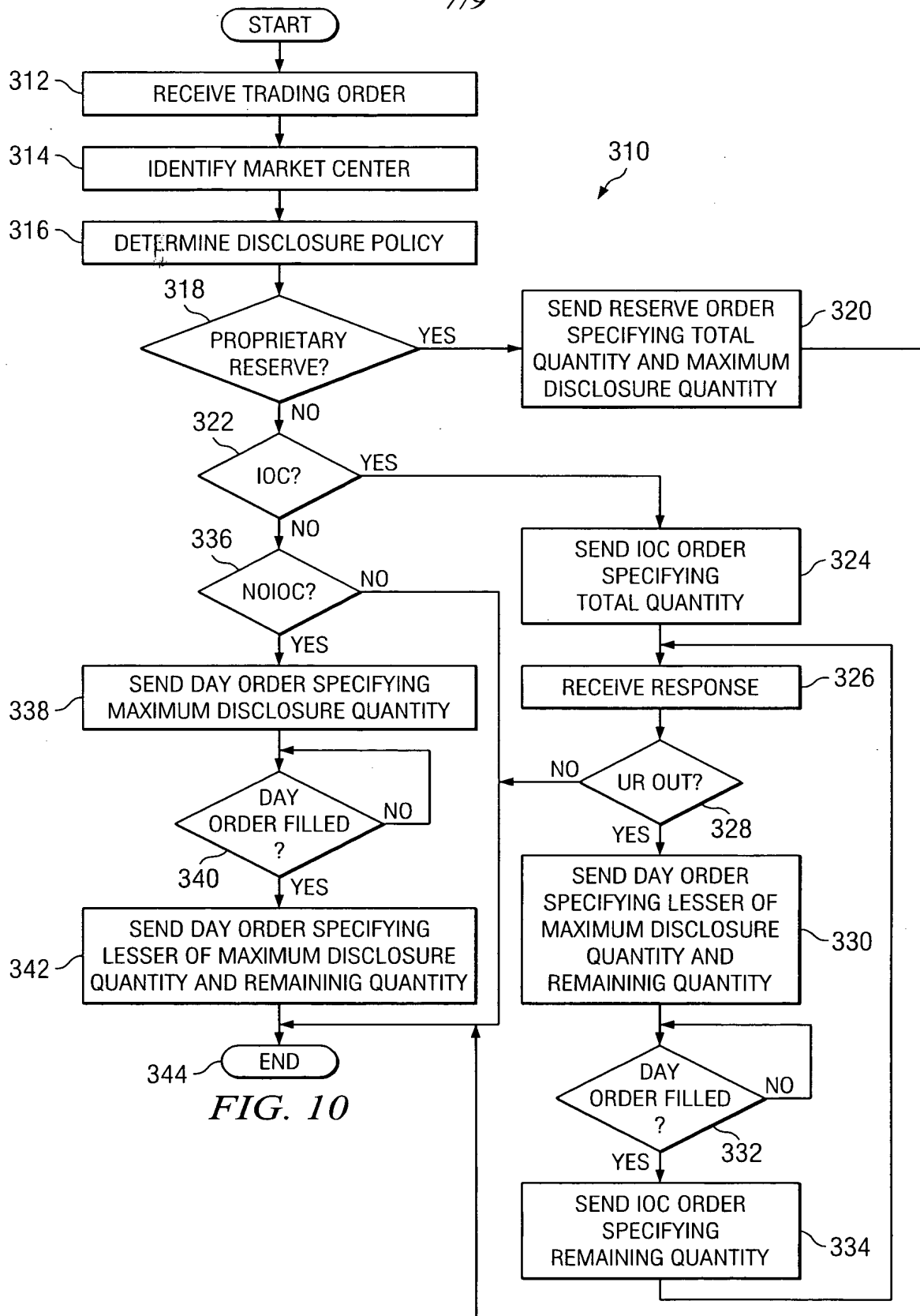


FIG. 10

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60

BID						OFFER					
410	412	414	416	418		420	422	424	426	428	
PRODUCT	QUANTITY	SOURCE	PRICE	STATUS		PRODUCT	QUANTITY	SOURCE	PRICE	STATUS	
.	
.	
.	
XYZ STOCK	1,000	TRADER 2	10.02	MATCHED		XYZ STOCK	29,000	TRADER 1	9.98	OPEN	
XYZ STOCK	2,000	TRADER 3	10.02	MATCHED		XYZ STOCK	5,000	ISLD	10.05	OPEN	
XYZ STOCK	6,000	ARCA	10.01	PENDING		XYZ STOCK	2,000	ARCA	10.10	OPEN	
XYZ STOCK	7,000	ISLD	10.01	OPEN		XYZ STOCK	1,000	ARCA	10.11	OPEN	
XYZ STOCK	2,000	ARCA	10.00	OPEN		XYZ STOCK	5,000	NITE	10.15	OPEN	
XYZ STOCK	50,000	TRADER 4	10.00	MATCHED		XYZ STOCK	5,000	MWSE	10.15	OPEN	
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404

FIG. 12

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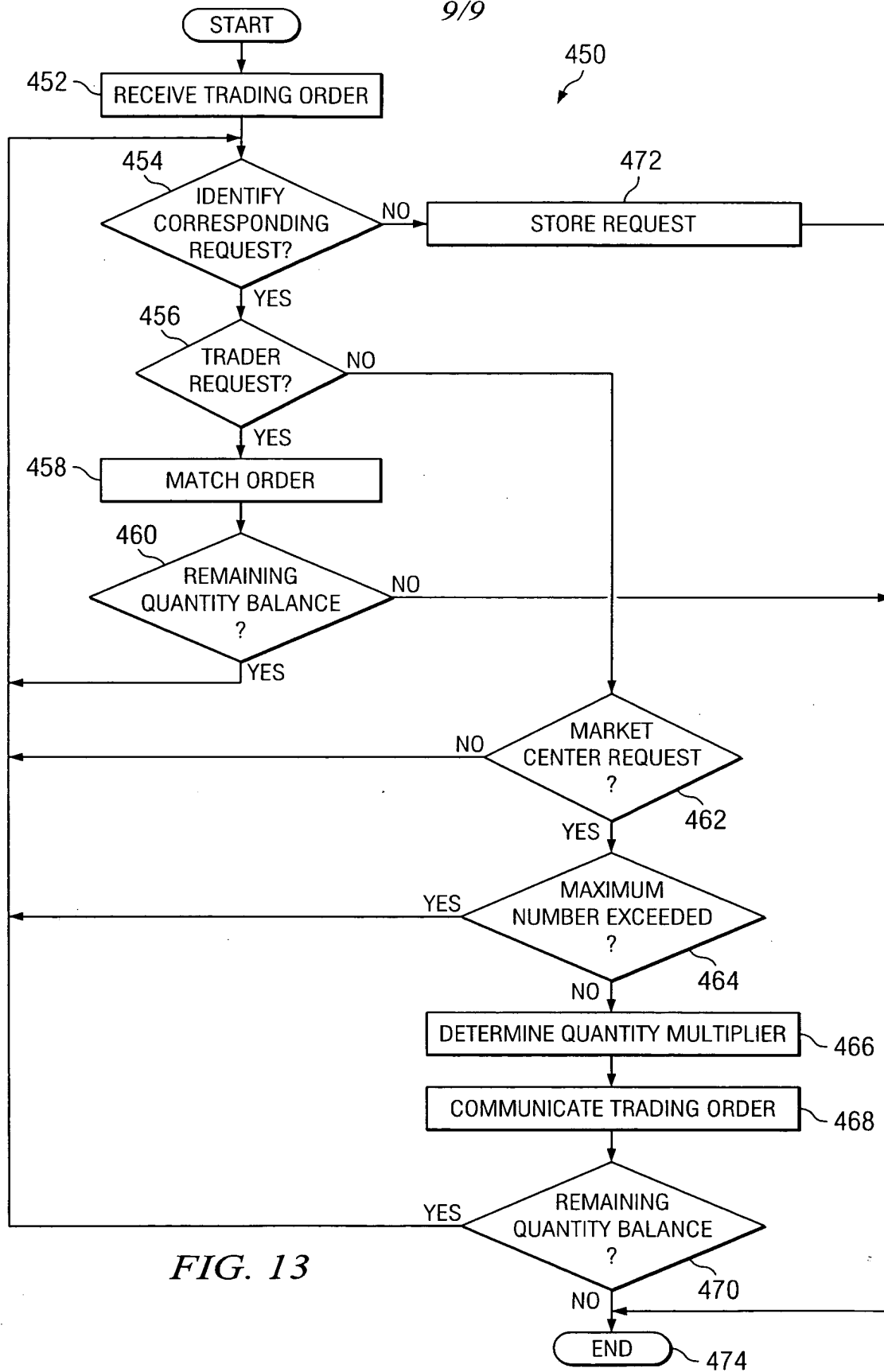


FIG. 13